



GE Capital

Rail Services

161 N Clark Street
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Chicago, IL 60601
USA

T +1 312 853 5000

October 6, 2011

Surface Transportation Board
395 E Street SW
Washington, DC 20423-0001

Mr. Fritz R. Hahn, P.C.
1920 N Street NW – 8th Floor
Washington, DC 20036

231150

OCT 11 2011

Re: Docket No AB-1087X Granada Railway LLC Petition for Abandonment Exemption

General Electric Rail Services has reviewed the above captioned petition and desires to register its objection to the abandonment of that part of the Granada Railway (GRYR) between Granada, MS and Aberdeen Junction, MS.

GRYR has a physical railway interchange point with the Kosciusko & Southwestern Railway (KSRY) at Aberdeen Junction, MS which is briefly mentioned in the petition. The “storage of cars” by the KSRY which the petition alludes to is in fact the storage of (134) railcars owned or managed by General Electric Rail Services (GE) and stored on KSRY subject to a contractual storage Agreement.

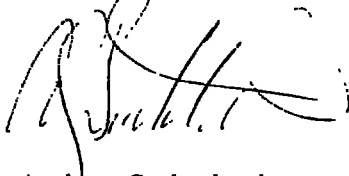
The rail cars were delivered to KSRY by Canadian National prior to Granada Railway assuming ownership of the line. GE now desires to immediately remove substantially all of the cars from KSRY and relocate them via GRYR to alternate storage, repair, customer, or dismantling locations. This obviously requires GRYR to remain in service until the rail cars are moved out.

GE has been working with GRYR, KSRY, and third-party maintenance providers in order to expeditiously and safely remove the cars from KSRY. This has been hampered by the inadequacy of KSRY’s operations and the physical condition of the rail cars. To date, GRYR has cooperated with GE’s plans to remove the cars and, assuming this cooperation continues, I am optimistic that a satisfactory conclusion may be reached.

However, in the interim, GE must insist that no abandonment of the necessary portion of Granada Railway be allowed until such time as its rail cars are delivered to GRYR for furtherance and that GRYR be compelled to make reasonable efforts to facilitate the transport of GE's cars across its lines.

Once all rail cars are removed satisfactorily GE will withdraw its objection to the abandonment petition.

Very truly yours,

A handwritten signature in black ink, appearing to read 'A. Sutherland', with a large, stylized flourish at the end.

Andrew Sutherland
Leader – Car Flow
General Electric Railcar Services Corporation



GE Capital

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October 20, 2011

VIA FAX

Surface Transportation Board
395 E Street SW
Washington, DC 20423-0001

Re: Docket No AB-1087X Granada Railway LLC Petition for Abandonment Exemption

I certify that I have served copies of General Electric Rail Services' October 6, 2011 response to the above-captioned Docket item upon all parties of record in the proceeding:

- 1) To Fritz R. Kahn via Fedex 10/7/2011
- 2) To the (13) other parties via USPS First Class mail 10/19/2011

Very truly yours,

A handwritten signature in black ink, appearing to read 'A. Sutherland', written over a horizontal line.

Andrew Sutherland
Leader – Car Flow
General Electric Railcar Services Corporation